

# Weekly Newsletter

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## **Weekly Financial letter from 12-16 March 2012**

Dear Members,

Once again I will start this newsletter with simple few lines. You should to write these down in your diary as these are the daily mantras.

1. As per the wave of nature theory, I clearly see a bull market so any weakness should be taken as a buying opportunity especially in metals and indexes. Like last week S&P came down to 1337, our lower-side target was 1342 and immediately moved up back to 1375. Yes any corrections in metals and indexes in the next two months should be taken as a buying opportunity.
2. We all are aware that metals, technical charts, fundamentals, and sentiments are negative but our theory is indicating a very bullish trend. This is really surprising even to me; yes, I am a bit scared as gold and silver are not favorites amongst investors as everyone is very cautious but I will keep recommending buying trades in gold, silver, copper, platinum and palladium.
3. Don't trade with high leverage in metals and indexes so you can save your trades on any sharp corrections, in fact you should be adding more. I will try to give you stop loss so if I come wrong then losses are limited. So far the last five months have been amazing in our predicting career so follow our theory very closely until we are right.
4. Most of you are aware that in the past on many occasions our short and medium term predictions came wrong so please keep in mind that we are not 100% accurate. Don't take huge risk seeing that we are very accurate recently, I am human being and mistake or error will bound to happen sometime, yes at this stage you can trust our theory but trade cautiously.

Last week real-estate, banking stocks and ETF's did well on Thursday and Friday. I strongly recommend holding these stocks and ETF's.

**Here is this week newsletter from 12-16 March 2012**

## **GOLD/SILVER**



Last week gold and silver overruled Friday's weakness and this is a great sign for both these precious metals. If you read last week's newsletter carefully then you will realize that Friday we predicted negative trend but recommended buying around lower prices and Friday metals started trading negative and went sharply on job data but after touched low of day both these precious metals bounced back sharply and closed at predicted high range of \$1714.80 and

silver \$34.42.

This week I see once again very volatile trend for precious metals but surely the trend is to remain positive.

Monday both these precious metals will remain in a tight range, surely we will see upper side price range.

Tuesday once again we will see moves on both sides but hold your trade and add more on any weakness.

On Wednesday, a mixed trend will dominate; add more position in gold and silver.

Thursday and Friday we see metals moving up sharply, so hold you trade in gold and silver.

This week gold may move back to \$1755 and silver \$36.80. Precious metal stock will move higher.

Here is Monday's trading range:

**GOLD: \$1699.1 to \$1723.80**

**SILVER: \$33.72 TO \$34.75**

## COPPER/PLATINUM/PALLADIUM



This week, base metals look very positive. Platinum and copper will gain value sharply but palladium may struggle. I highly recommend holding trades in platinum and copper if you bought any during the last week. Those who don't have any position can add some position in on late Monday or Tuesday.

Thursday and Friday we see a nice upwards trend in copper and platinum.

At this stage platinum Astro charts look great so acquire position in platinum as soon it can reach \$1800 and copper will start trading above \$400.

This week platinum may move to \$1753 and copper \$398, once these targets get achieved then we will release the new target.

Here is Monday's trading range:

COPPER: \$382.1 TO \$390.8

PALLADIUM: \$703 TO \$717

PLATINUM: \$1668 TO \$1696

## STOCK MARKET



What a fantastic move came in S&P, all major markets started running upward again once they saw S&P moving up. Yes, S&P or USA Markets are playing the role of the God-father. I still believe that Ben Bernanke will play a most crucial role in reviving world economy from disaster of 2008 housing and banking crises as well as the 2011 EU debts crises. The day he was appointed as FED chairman we released up a view on his chart which said that he would play a crucial role to put USA economy on right path. He would rectify and remove weaker parts from the system of USA economy and in longer term USA dollar and US economy.

If I removed 2015/16 from my system then I see an overall great time ahead for the world. I don't know what will happen in 2015/16.

Anyways, let focus on current time as everyone is interested in the current time because it is the current time will eventually lead us in to future.

This week Nikkei will come in headline by crossing 10000. The market, and USA indexes will hit new highs so it is a great time for investors in both of these countries. Surely other countries indexes will also move higher due to the USA and JAPAN move.

NASDAQ will rock and technology stocks will go on fire, especially stocks like Amazon and Apple (both these stocks starts with "A" initial and one more stock like Priceline) will hit new highs.

Monday and Tuesday USA markets will remain in a tight range but emerging markets and Japan will move higher.

From late Tuesday or Wednesday USA market will take lead and move up sharply. And on Thursday it may touch a new high.

Friday all markets will remain very volatile, stay away from actions.

Here is Nikkei six months, I am sure you must be remembering our bullish on Nikkei, I still believe that after USA Japanese market will be next best perfmoining.

Here is Monday's trading range:

AUSTRALIAN – 4310 to 4284

NIKKEI – 10021 TO 9919

NIFTY S&P (Spot)– 5318 to 5363

HONG KONG - 21219 TO 20901

CAC – 3525 TO 3465

DAX – 6955 TO 6835

FTSE – 5905 TO 5839

S&P – 1378.25 TO 1362.75

NASDAQ – 2657 TO 2630

RUSSELL – 823.25 TO 811.75

DOW – 12991 TO 12869



## COFFEE/COTTON



Both these soft commodities are suffering a setback. They have kept moving down since the last six months. We have been recommending stay away but now the time has come to acquire call options as last year we predicted that from 18 March 2012 both these soft commodities would start moving up so get ready. (our book also says same thing)

This week may be final week, and perhaps both these soft commodities will struggle but take buying opportunity on any weakness. We will see movements on both sides during this week. For cotton the down side is very limited.

Note – Future trades should be very limited but one should build call options position of December 2012 for both these soft commodities.

Here is Monday's trading range: May contracts

COFFEE: \$183.90 TO \$188.10

COTTON: \$88.53 TO \$90.16

## COCOA/SUGAR/ORANGE JUICE



These soft commodities will remain directionless, so avoid any big trade. Orange juice will remain in a tight range but cocoa and sugar will move on both sides so get in and out as per the predicted day range.

Note – nothing interesting is indicated in these soft commodities so don't waste your time trading in them. Avoid any call or put options positions.

Here is Monday's trading range: May contracts

COCOA: \$2369 TO \$2442

SUGAR: \$23.38 TO \$23.88

ORNAGE JUICE: \$190.20 TO \$186.20

## TREASURY BOND



Thirty year bond prices will trade in very narrow trading range. This week we see some weakness or sideways trend coming in so avoid trading thirty years bond.

Next week we plan nice trade as longer term weakness is coming in bond prices so get ready to take medium and longer trade.

Monday's trading range for energy April contracts:

TREASURY BOND – 142-19 TO 141-07

## GRAINS



Soy This week the grains will trade mix, so trade in and out. Avoid trading grains during mid Thursday but take trades on mid Thursday as the prices of corn, soy and wheat will move sharply from late Thursday. Friday will also remain very positive.

Last week grains data never gave mix indications but drought conditions of South America should be watched closely.

Note for this week - Buying time in grains is Mid-Thursday.

Here is day trading range for Monday':

CORN: \$650. TO \$639

WHEAT: \$635.75 TO \$650.5

RICE: \$13.90 TO \$14.32

SOY: \$1345 TO \$1327

SOY MEAL: \$365 TO \$355.7

SOY OIL: 54.52 TO \$53.73

## ENERGY



very limited from here so build trades.

Last Last week both these energy products traded as predicted. This week oil and natural gas will remain volatile but on the upside, especially natural gas. Last week we mentioned natural gas would be great buy at around \$2.24, and we still hold those predictions. Keep adding position in gas around \$2.25. Between May and August gas may touch \$5.50 so you should be well placed in gas trade. The Lower side is

On Monday oil will trade mix, and gas will move both sides.

One should take trade on late Tuesday in oil and Gas but don't go on high leverage. I will recommend to trade in and out at this stage. Below in Stocks & ETF sections you can see few natural gas product in which you can trade risk free traders.

Monday's trading range for energy April contracts:

OIL: \$108.39 to \$106.32

NATURAL GAS: \$2.25 to \$2.39

## CURRENCIES



The U.S. Dollar is rocking and the Yen crashed big with all the other currencies. Dollar, markets and commodities traded all together. Is this giving a clear sign that the market is going to be very interesting in the coming time?

This week the dollar may remain up on Monday and Tuesday but Wednesday onward the currencies will trade mix. I would highly recommend trade in and out in currencies. Don't short US dollar at all during this week, but we can predict some weakness on Wednesday and Thursday.

Swiss Franc, Euro and Yen will keep trading lower, so avoid all these currencies.

The Canadian dollar and Australian dollar will remain in tight range and the Canadian dollar will trade positively against the Euro, yen and Swiss Franc.

Trade in and out in currencies. Monday's trading range is here:

DOLLAR INDEX – 80.39 to 79.68

EURO – 1.3191 to 1.3061

AUSTRALIAN DOLLAR – 1.0603 to 1.0506

CANADIAN DOLLAR – 1.0148 to 1.0039

BRITISH POUND – 1.5743 to 1.5608

JAPANESE YEN – 1.2178 to 1.2052

SWISS FRANC – 1.0938 to 1.0815

RUPPEE – 49.61 to 50.21

RAND – 7.52 to 7.59

Here is Swiss Franc chart of last one year. Currency trading is most danger one like futures but if you are on right side of market then you can make fortune, like George Soros.

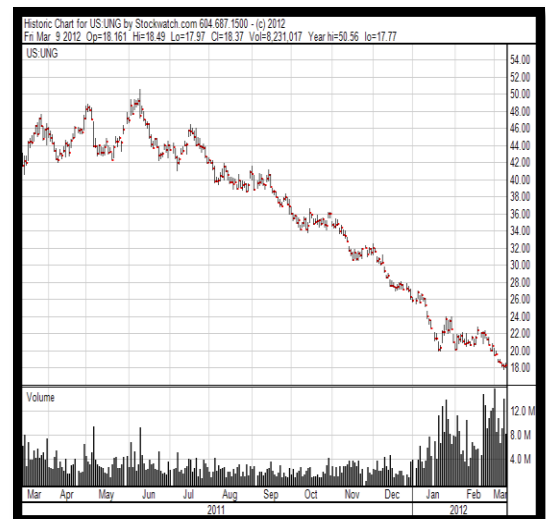
## ETF



**LONG:** These three EFT's below are the ones we are recommending to buy for the next two weeks: All three of these are Real estate ETF's. Even though they have moved up, you can still buy these three for this week as we see nice upside moves coming in them. Buy stocks or broke company like FNMA, FMCC, this is purely a risky trade so keep it mind that you may lose that money but

I am right on these both stocks then you will make multiple money. As this section is for ETF so here few ETF's I am recommending for this week. **Buy VNQI - \$47.18, IVR - \$17.52, ICF - \$73.90.**

**Free money available here in these trades:** This week best trades for shorter, medium and longer term. This week you should start buying **UNG** (Natural gas fund), hold this fund for the next six months and you will make 35% return without fail.





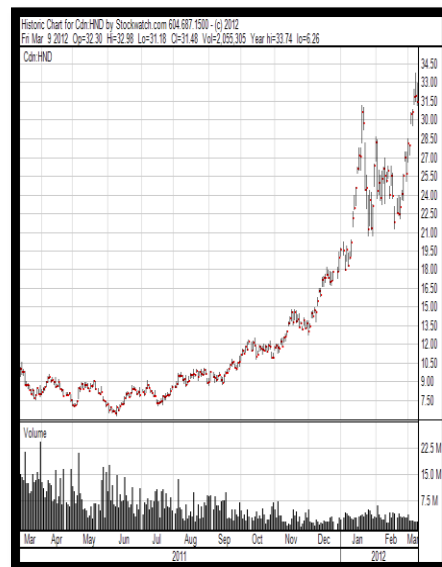
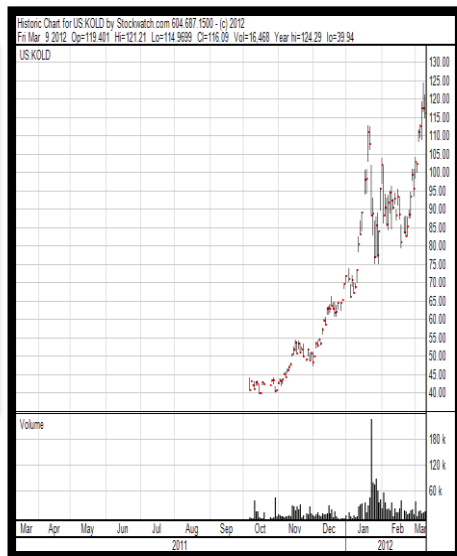
Long **UNG** – Fund summary: The investment seeks to replicate the performance, net of expenses, of natural gas. The trust will invest in futures contracts on natural gas traded on the NYMEX that is the near month contract to expire.

Long **BOIL**: Fund summary: The investment seeks to replicate, net of expenses, and twice the performance of the Dow Jones-UBS Natural Gas Sub-index for a single day. The index reflects the performance of a futures contract traded of the NYMEX without regard to income earned on cash positions.



Long **UGAZ** – Long ETF, not much information's are available as it is just newly launched.

**You can take short position in below three EFT's – DGAZ, KOLD (Both USA), HND is Canadian.**



Thanks & God Bless

Mahendra Sharma,

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